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FISCAL IMPACT STATEMENT

LS 6515

BILL NUMBER: SB 247

NOTE PREPARED: Jan 2, 2004

BILL AMENDED:

SUBJECT: Publication of Tax Warrant Lists.

FIRST AUTHOR: Sen. Server

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: ☒ GENERAL
☒ DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: This bill requires the Department of State Revenue to compile, make public, and publish on the Internet the names and addresses of delinquent taxpayers who have owed more than \$1,000 in taxes and penalties for more than six months.

Effective Date: July 1, 2004.

Explanation of State Expenditures: This bill will increase the administrative expenses of the Department of State Revenue (DOR) to compile a list of outstanding tax warrants and publish the list on the Internet. The list must identify each taxpayer subject to a tax warrant at least six months old from the date of the list and in an amount over \$1,000 by name, address, and amount of the tax due. DOR currently is required to prepare a list of outstanding tax warrants monthly and certify the list to the Bureau of Motor Vehicles. In 2003, DOR estimated that there were approximately 175,000 warrants that would meet the specifications of this bill. They estimate that it would cost approximately \$43,000 in development costs to generate this list for the Internet with search capabilities. There will be some minimal ongoing costs to replace the report monthly.

Explanation of State Revenues: *Secondary Impact:* If the publication of these lists increases the collection of these existing tax warrants, additional revenue will be generated. DOR did not report the total tax liabilities of these warrants. However, after eliminating those warrants which are deemed "exhausted" or uncollectible, the *minimum* amount of tax liabilities from these warrants, due to the \$1,000 threshold, would be approximately \$126 M, but could be substantially more.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Department of State Revenue; AccessIndiana.

Local Agencies Affected:

Information Sources: Department of State Revenue.

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